

RAILROAD COMMISSION OF TEXAS

SURFACE MINING AND RECLAMATION DIVISION

April 28, 2009

Mr. Josh Leftwich Environmental Manager Uranium Energy Corporation (UEC) 400 Mann Street, Suite 900 Corpus Christi, Texas 78401

RE: Weesatche Project, Goliad County

Uranium Exploration Permit No. 123B

Inspection Report

Dear Mr. Leftwich:

Enclosed is a copy of the report for the inspection completed on April 23, 2009, at UEC's Weesatche Project, Goliad County.

If you have any questions, please contact me at (512) 305-8813.

Sincerely,

Mark Schlimgen, Manager Inspection and Enforcement

MS/sdj Enclosure



RAILROAD COMMISSION OF TEXAS SURFACE MINING AND RECLAMATION DIVISION

URANIUM EXPLORATION INSPECTION REPORT

Project Name: Weesatche					Permit Number: 123B		
Permittee: UEC					County: Goliad		
Industry Representative(s) Present:			mes Gale			380 2	140 721
Inspector:	Steve Meadows				Date of Inspection: April 23, 2009		
					•		
I. Field Cond	ditions and D	ata Collecti	on				-
Samples Colle	cted: No 🛛	Yes 🗌		Sample Type:	Water	Soil 🗌	Vegetation
Average Temperature	80	Soil Condition	Dry	Date Last Rainfall	N/A	Wind Direction. Velocity (Est.)	Calm
Photographs A	ttached: No] Yes ⊠	(Complete S	Section IV)			s *
II. Enforceme	ent Action Ta	iken					
Notice of Viola	ation Issued:		No 🖂	Yes 🗌	NOV No.		
Cessation Orde	er Issued:		No 🖂	Yes 🗌	CO No.		
				94			
1 5	Here Mes.	lows	04/28/2	009	ach Sh	linger	4-28-09
Inspector Signature			Date Rev		iewing Supervisor Signature		Date

The Railroad Commission of Texas complies with Federal and State laws applicable to race, religion, national origin, sex, and disability. Information is available upon request by calling (512) 463-7288 or 1-800-735-2989 if special assistance is required.

Project Name:

Weesatche

Permit Number:

123B

Inspection Date:

April 23, 2009

III. Comments - Inspection Narrative

- · Document the area of the permit inspected
- Discuss observations made during the inspection
- · Document the results of any field tests taken
- Provide a summary of any discussions with industry representatives, along with results, and expectations from those discussions
- · Describe any enforcement action taken during the inspection, along with facts or evidence supporting the enforcement action

There is no current drilling activity at UEC Permit No. 123B. Leases P2-07 and 33100 were examined to determine the quality of site restorations. Borehole P2-07-13 on the Colvert property is seen in Photo 1 as it appeared on 8-14-08 and is considered typical of the drilling locations in this area of UEC's operations. The same area as documented in Photos 2-3 on 4-23-09 where little evidence of past drilling activity is visible in spite of the persistent drought conditions hampering re-vegetation. The PVC markers have been removed after the boreholes were individually inspected for compliance to the permit requirements and a short piece of steel rod inserted into the remaining hole for future re-location with a metal detector if required. Photos 4-5 document the typical appearance of the site restorations at Lease 33100 on the Gram property. Future inspections will continue to focus on issues relating to site restoration.

Project Name: Permit Number: Inspection Date: Weesatche

123B

April 23, 2009

VI. Photographs



Photo 1: Borehole P2-07-13 on 8-14-08.



Photo 2: Drilling locations on P2-07 property on April 23, 2009.

Project Name: Weesatche
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VI. Photographs



Photo 3: Borehole P2-07-18 on April 23, 2009.



Photo 4: Site restoration at borehole 33100-29 on Gram property.

Project Name: Permit Number: Inspection Date: Weesatche 123B

April 23, 2009

VI. Photographs



Photo 5: Drilling location 33100-12.